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OFFICE OF INTERNATIONAL  
CORPORATE FINANCE



Registered Office  
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082-03470

19<sup>th</sup> June, 2007

The Manager  
Listing Department  
National Stock Exchange  
of India Ltd.  
Exchange Plaza, C-1, G Block  
Bandra-Kurla Complex  
Bandra (East)  
Mumbai 400 051

The Dy. General Manager  
Corporate Relationship Dept.  
Bombay Stock Exchange Limited  
1<sup>st</sup> floor, New Trading Ring  
Rotunda Building, P. J. Towers  
Dalal Street, Fort  
Mumbai 400 001

The Secretary  
The Calcutta Stock  
Exchange Association Ltd.  
7, Lyons Range  
Kolkata 700 001

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JUN 29 2007

THOMSON  
FINANCIAL

SUPPL

Dear Sirs,

**ITC Employee Stock Option Scheme - 2006 : Grant of Options**

We write to advise that the Board Compensation Committee at its meeting held on 25<sup>th</sup> May, 2007 granted Options for the financial year ended 31<sup>st</sup> March, 2007, as detailed below, to the eligible employees (including Wholtime Directors) of the Company and to the eligible employees of some of its subsidiary companies. Further, the Board of Directors at its meeting held the same day granted Options for the said financial year to the Non-Executive Directors of the Company.

Number of Options granted	:	55,77,343 Options; Each Option represents 10 Ordinary Shares of Re.1/- each.
Number of Ordinary Shares covered under the Options granted	:	5,57,73,430 Ordinary Shares of Re. 1/- each.
Exercise Price	:	Rs. 1661/- per Option, based on the closing market price of the Company's Share of Rs.166.10 on NSE on 24 <sup>th</sup> May, 2007 (the day preceding the date of grant of Options), which is the 'Market Price' as defined under the Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999.
Vesting Period	:	To commence after a period of 1 year from the date of grant of Options and to extend up to 3 years from the date of grant.
Exercise Period	:	To commence from the date of vesting and to expire no later than five years from the respective dates of vesting of Options.

Yours faithfully,  
ITC Limited

(B. B. Chatterjee)  
Executive Vice President &  
Company Secretary



07024742

6/26

cc: Securities Exchange Commission  
Division of Corporate Finance  
Office of International Corporate Finance  
Mail Stop 3-9  
450 Fifth Street  
Washington DC 20549  
U.S.A.

cc: Societe de la Bourse de Luxembourg  
11 Avenue de la Porte - Neuve  
L-2227 Luxembourg.

*END*